

BBEDC

2nd Quarter Report 2003

TABLE OF CONTENTS

- I. Quarterly Highlights: Page 4
- II. Community Development: Page 16
 - A. Progress toward goals, objectives, milestones
 - B. Outreach
 - C. Employment:
 - 1. Data Form
 - 2. Summary
 - 3. Summary of Employment
 - D. Training:
 - 1. Data Form
 - 2. Summary
 - E. Other Issues
- III. Administration:
 - A. Board Activities: Page 39
 - 1. Changes in members
 - 2. Decisions (see confidential section)
 - 3. Board Minutes (see confidential section)
 - B. State of Alaska Reporting Compliance
 - C. Amendment Status
 - D. Other Issues
- IV. Harvesting and Processing Report: Page 40
 - A. Pollock and Multi-species CDQ Harvest Activities by Target Fishery
 - 1. Summary of Harvesting Activities by Target Fishery
 - B. Pollock and Multi-species CDQ Harvest by Quarter and Year-to-Date.
 - 1. Consolidated Summary of CDQ Harvesting Activities
 - C. Compliance
 - D. Other Fishing Issues/Activities
- V. Confidential Issues:
 - A. Financial Statements:
 - 1. Consolidated Statements of Activities
 - 1. Consolidated Statements of Financial Position
 - 3. Consolidated Statements of Cash Flows
 - 4. Subsidiary Report – CDQ Group Subsidiary (ies)
 - a. Income Statement (Statement of Activities)
 - b. Balance Sheet (Statement of Financial Position)

- c. Cash Flow Statement (Statement of Cash Flows)
 - d. Organizational Chart (Current Information)¹
- 5. Consolidating General and Administrative Expenses
- 6. Budget Summary
- 7. Notes to Financial Statements (Quarterly & YTD CDQ Royalties by Species)
- B. Tax Issues
- C. Imminent Major Investments
- D. Other



QUARTERLY HIGHLIGHTS

2nd Quarter 2003

- Total 4E halibut harvest through the 2nd quarter is approximately 156,000 pounds
- All the ice machines with the exception of Naknek in the BBEDC communities were in operation during the 2nd quarter
- BBEDC contracted with Norquest Seafoods to provide tender service to Igushik setnetters
- BBEDC hired two interns to help with the ice delivery from the City of Dillingham ice machine located at the Dillingham boat harbor to the nearby Peter Pan processing facility.
- BBEDC hired an intern to provide services at the Dillingham harbor
- BBEDC hired an intern to provide services at the Bristol Bay Borough Port
- Held several informational meetings in Dillingham with local and non-local fishermen regarding BBEDC's 2003 Marketing and Quality Initiative Program
- Began planning a fisheries retreat for the regional fisheries committee
- Signed an agreement with Norquest Seafoods to provide ice to Naknek, Egegik and Ugashik fishermen for the 2003 season
- BBEDC staff traveled to Port Heiden, Pilot Point, Ugashik and Togiak to measure vessel fish holds for slush bags
- Provided slush bags to BBEDC fishermen in Port Heiden, Ugashik, Pilot Point
- Insulated fish holds for BBEDC fishermen in Ugashik
- Processed 99 halibut application for 4E halibut fishermen
- For a total of 47 active halibut fishermen to date
- Bought and installed three halibut scales for 4E fishermen in the communities of Dillingham, Port Heiden and Naknek
- Renamed program funds to Community Business Development Funds
- Community funding was approved for several communities during the May board meeting
- Provide fresh Bristol Bay salmon to 36 of 40 McCormick and Schmicks restaurants located throughout the United States
- Began planning for board and committee members to attend the Natural Foods Show East in Washington, D.C. in September 2003
- BBEDC hired a consultant to arrange fresh salmon markets for BBEDC marketing and initiatives
- BBEDC consultant acted as quality control inspector at a local fish processing facility for fish produced McCormick and Schmicks

- Established handling standards for BBEDC fishermen participating the quality and marketing program
- Received statewide media coverage through ASMI regarding BBEDC sponsored Norquest/Baywatch's icing program.
- Hired a Regional Fisheries Director
- Finalized the Seed Fund and Community Match Funds Programs
- Established a Technical Assistance request form for local communities to receive technical assistance
- Hired a Seafood Investment Advisor (Paul Peyton)
- Opened up a satellite office in Anchorage
- Fisheries Quota manager transferred to Anchorage from Juneau
- Monitored scholarship recipients for academic progress.
- Traveled to UAA & UAF to meet with scholarship recipients and to distribute the 2003-2004 scholarship applications.
- Distributed the 3rd disbursement of scholarships for the 2002-03 award cycle (6 recipients total of 5788.30)
- Gave scholarship presentations at Dillingham, Bristol Bay, and Togiak high schools.
- Harvey Samuelsen Scholarship board of directors met at the May BBEDC board meeting.
- Incorporated changes made by the HSST board into scholarship program
- Continued to distribute 2003-2004 HSST scholarship applications
- Met with past and future scholarship recipients, assisted them in completing the HSST application and advised them on funding/academic issues
- BBEDC staff successfully negotiated a grant extension to extend the Peer Worker program to March 31, 2004.
- Sharon Wilson of Naknek was hired to replace the outgoing Coordinator, Tanya Hanson.
- Peer workers helped maintain Starband systems for internet access in 4 locations and contracts to use existing internet service in 5 locations. Over 400 residents used Peer Worker's computers to access and explore online information.
- During the quarter there were: 32 job referrals for At-Sea employment, 12 job referrals for BBNA, 139 referrals to BBEDC for employment and training/education programs. In addition there were 24 referrals to BBNC education foundation for training opportunities and subsidiary corporations for employment; 21 referrals to Choggiung Ltd. education foundation and 48 referrals to Work Investment Act administrator for career counseling,
- During the quarter regular weekly teleconference meetings were held with Peer workers to exchange ideas, updates on projects and to maintain peer motivation.

- Compiled information from hundreds of sources to put together the “5th Helping of FishHead Soup Newsletter”. Three thousand copies were printed and circulated to 30 Bristol Bay communities and to Anchorage.
- Developed a relationship with the Child Support Enforcement Division and coordinated appointments with enforcement agent and residents within Bristol Bay communities. During the quarter 44 cases were referred to CSED with 30 cases signed up for appointments.
- Developed a relationship with Consumer Credit Counselors and facilitated arrangements for two families to receive credit counseling.
- Assisted two individuals with obtaining child care assistance through a BBNA program so that they were able to find employment. Assisted one individual in becoming a day care provider through a BBNA program.
- Assisted in connecting residents to Musk Ox Producers, a company that sells items knitted from musk ox fur. Thirteen residents were signed up to become knitters and will meet with a Musk Ox representative to learn sewing patterns.
- Assisted individuals fill out their Alaska Individual Disaster Relief funds applications. Made contact with 211 individual fishermen
- Assisted in introducing a new employer to community residents, Consumer Direct Services, which employs Personal Care Attendants and contracts to provide care for elderly people who are on Medicaid
- Assisted in recruiting residents to attend a BBEDC-funded refrigeration training course
- Successfully referred two individuals to the SAVEC sponsored welding course
- Assisted in organizing a helmet safety class in conjunction with BBAHC in Naknek, which produced 40 participants and 25 helmets ordered
- Assisted in organizing a Family Fun Walk in Koliganek. Sixty community residents participated
- Advertised for a Accounting Manager position per the decision to transfer all accounting functions in-house
- Advertised the Administrative Assistant position.
- Hired Employment and Coordinator Director
- Advertised for Employment and Training Coordinator
- Developed BOD Handbook with current information. Sent to all BOD.
- Twenty nine new employees paperwork completed and filed.
- One resident from Naknek was hired to work in the Galley on Arctic Storm.
- One resident from Togiak was hired to work in the Galley on Arctic Fjord
- One resident from Naknek worked as a deckhand for Icicle Seafood’s.
- One resident from Manokotak worked on the Alaska Leader as a Deckhand.
- Twenty Eight residents from Dillingham, Togiak, Naknek, New Stuyahok, Pedro Bay, Koliganek, and Egegik worked for BBEDC industry partner companies as seafood processors

- Bristol Bay area residents have made over \$419,000 in employment wages with BBEDC industry partner companies this year so far
- One resident from Dillingham continued an internship with American Seafoods
- One resident from Dillingham completed an internship with Westward Seafoods
- One resident from S Naknek continued an office internship with Icicle seafood's Seattle office
- One resident from Dillingham continued a shipping and marketing internship with Icicle Seafood's at their Bellingham plant
- One resident from Dillingham started an internship with ADF&G in the Dillingham office and the counting camp at Portage Creek
- One Koliganek resident started an office internship with Peter Pan Seafood's in Dillingham
- One Naknek Resident started an internship with the Port of Naknek
- One Togiak resident started an internship with USF&W on the Togiak Refuge
- One Egegik resident started an internship in Egegik working with the excess refuse from the cannery's
- One Dillingham resident started an advanced internship at the Dillingham Harbor
- One Dillingham resident started an internship with Bristol Bay Permit Brokerage
- One Togiak Resident completed her Travel Specialist Certification at Travel Academy
- One Dillingham resident completed his Structural Maintenance Certification at AVTEC with a 4.0 grade point average
- Fourteen residents from Dillingham, Port Heiden & Egegik earned HACCP certification through the Bristol Bay Campus
- One Dillingham resident graduated with an AA in Welding Technology from UAF Tanana Valley Campus
- A former Vocational Student who graduated from Career Academy with a business Office Certification gained employment with Key Bank in Dillingham
- Employment and Training staff traveled to Togiak, Dillingham, and Bristol Bay High School to present Vocational Training scholarship applications to graduating Seniors
- Employment and Training Staff traveled to the University of Alaska Anchorage and the University of Alaska Fairbanks to talk with students about up coming in-region summer internship opportunities
- Employment and Training Staff traveled with American Seafood's to Togiak, New Stuyahok and provided office space for them to use in Dillingham to recruit for Hake and B season
- BBEDC assisted BBSRI in the recruitment process for their Salmon Catch Sampling and Tower counting positions

- Staff attended financial training from Financial Officer, CPA, Bob Leingang
- BBEDC purchased the 148' pollock trawler Morning Star, a member of the Unalaska Fleet Cooperative at Alyeska Seafoods, and brought it into the Doña Martita LLC.

Regional Fisheries

During the summer months the foot traffic in the Dillingham office increases dramatically as both halibut and salmon fishermen take advantage of BBEDC programs. As is the tradition, several hundred fishermen made their annual pilgrimage to the Permit Brokerage service to complete last minute permit transfers and renewals. Nearly 100 halibut fishermen came through during the months of April and May getting applications processed and ready for the 2003 fishery. In addition, the regional fisheries staff was busy coordinating the delivery of slush bags and the insulation of vessel fish holds for individual fishermen.

Marketing and Quality Initiative

The largest overall effort involved the marketing and quality program, which began with BBEDC's commitment to work towards the goal of producing higher ex-vessel salmon prices for Bristol Bay fishermen. To make the program work BBEDC established agreements with the well-known national seafood restaurant chain, McCormack and Schmicks and Bristol Bay-based seafood processor Peter Pan Seafoods. Using grant funds, BBEDC provided support promotional and marketing efforts. The trademark Bristol Bay Wild Salmon logo was used on the packaging materials.

Twenty-one BBEDC fishermen were recruited for the program. They were selected out of the group that received slush bags during the 2002 season. BBEDC hired two interns to help provide ice delivery service from the Dillingham boat harbor to the Peter Pan facility approximately a half mile away.

Fishermen were required to adopt handling standards in order to participate. BBEDC staff conducted several preseason meetings at Peter Pan with fishermen and cannery officials in attendance. During the production cycle BBEDC had a quality inspector onsite to observe the assembling of packages before shipment occurred. The first shipment of fresh (King Salmon) fillets on ice was largely successful with the majority of the deliveries arriving on time, and in good quality. However, some of the shipments, as anticipated were damaged in transit.

Here is a summary of services provided by BBEDC in support of the marketing and quality initiative:

- Continued to provide fishermen with slush bags and fish hold insulation |

- Supported ice machines and delivery systems
- Hired seasonal interns to help with ice delivery in Dillingham and Bristol Bay Borough
- Established reasonable handling practices for harvesters who participated in the marketing and quality program
- Developed a retail market for fresh and frozen custom processed salmon
- Developed an agreement with a local processor for custom processing
- Provided an onsite inspector to oversee and monitor packaging of fresh fillets
- Provided promotion and marketing funds for national retail advertising of Bristol Bay Wild Salmon

With the attendant problems associated in trying to keep salmon properly chilled for several days through several transshipment points, and given the formative status of the overall initiative, as could be expected, the reviews from 2003 season were mixed. On one hand it was successful because the product was successfully delivered to restaurants, who reported high customer satisfaction. Conversely, the overall costs of the program and the marginal benefits back to individual fishermen clearly indicate that, to meet the primary objective of obtaining higher ex-vessel salmon prices -- further development of the initiative is necessary.

BBEDC staff held teleconferences with Peter Pan sales representatives and McCormack and Schmick regional and local chefs to sort through logistical problems. One unforeseen glitch was the expectation that Chef's would easily adapt to submitting product orders by email or fax.

Beyond the troubleshooting aspects, most restaurants were very pleased to be receiving a premium Alaskan product at a competitive price. A 2003 postseason report will be provided in the third quarter addressing the production, processing, and marketing segments. BBEDC is also planning a regional fisheries retreat in October to discuss the larger picture of generating more wealth for Bristol Bay salmon harvesters.

Ice Machines

All ice machines were operational in 2003 with the exception of the Bristol Bay Borough machine. During the second quarter the delivery system for City of Dillingham machine was under construction. The purpose was to provide a means where ice could be transported more efficiently to user groups.

BBEDC teamed up with Norquest/Baywatch Seafoods to repair an existing ice machine in Naknek. A stipulation was that free ice be provided to all BBEDC fishermen in the area regardless of company affiliation. Initial reports produced favorable comments from fishers and tenders, all of whom were grateful for the service. ASMI staff in Juneau heard about the local "Got Ice?" signs in the community and on local TV ads, which generated a statewide press release that praised the project for improving the quality of salmon harvest.

Igushik Tender Service

During the first quarter BBEDC staff surveyed Bristol Bay processors and spoke personally with Governor Murkowski and others, in an attempt to ensure that tenders would be available on the fishing grounds in the Igushik fishing district. It appeared that all options were exhausted until BBEDC made the decision to intervene and pay a company to provide the service for the season. During the second quarter two tenders provided regular service to the district.

4E Halibut

Activity in the 4E halibut fishery came to a virtual standstill as fishermen turned their attention towards harvesting salmon. During the second quarter the total 2003 4E harvest was 157,398 pounds with 117,942 pounds of un-harvested quota on the table. BBEDC staff will survey local fishermen about their plans to continue halibut fishing and to remind them to submit undersized halibut reports. The following is a synopsis of the season to date:

- Received 97 applications for 4E CDQ halibut quota
- Of the total, 63 permits were issued for the 2003 season
- From that, 47 active fishermen from Togiak, Naknek, Dillingham, Manokotak, Aleknagik, Twin Hills, Port Heiden, King Salmon and Egegik actually participated
- The season began May 7, ten days earlier than the 2002 season
- BBEDC encouraged direct marketers to use the simpler internet process for reporting landings which could be submitted from home
- BBEDC provided new halibut scales to Dillingham, Bristol Bay Borough and Port Heiden to enable fishermen to be in compliance with the NMFS requirement to use certified scales
- The 4E halibut fishery provided an infusion of badly need money into local economies and fishermen's pockets

Community and Business Development Funds

The Match Committee met regularly for the past several months to refocus the intent of the program so that more BBEDC communities could successfully apply.

The major criteria still apply in that applications must be for fisheries-related projects, meet CDQ program requirements, and must be approved by both community and tribal entities in the community. The committee also undertook the task of designing an application process simple enough for village administrators to complete without having to employ the assistance of outside consultants.

In May the board approved final changes to two of the three funds, including rewording and shortening the length of the titles. The committee also approved the Technical Assistance Form, which will allow communities and individuals to apply for technical assistance from the Alaska Business Development Center.

BBEDC has contracted with Anchorage-based consultants Alaska Business Development Center to provide the following services:

- 1) Evaluate applications based on BBEDC criteria
- 2) Provide communities with assistance in submitting applications, writing business plans and other related technical services

ABDC has two separate staff units who provide the services independent of the other. One group evaluates the applications (assessment team) and the other writes business plans and helps with the filling out of applications (technical assistance).

Community Seed Fund (\$100,000 per community)

The Seed Fund program can be used for planning and infrastructure expenditures. Communities are eligible to apply for funds not to exceed \$100,000 during a CDP cycle. Multiple applications can be submitted.

Infrastructure Matching Fund (\$1,000,000 per year)

This fund is strictly for economic development/infrastructure related projects. The total fund amount is \$1,000,000 in the annual BBEDC budget. All 17 BBEDC communities can apply on a competitive basis for the fund. The same approval process for the Seed Fund applies.

Business Development Fund (Loan fund)

The loan parameters have not been fully developed as of the second quarter. The purpose of the fund is for individuals and non-community entities to access readily available capital for in-region business opportunities. The fund is budgeted at \$1 million on an annual basis.

Technical Assistance Form

The form is a simple five question application that a community or individual must complete before accessing the technical services of ABDC. In addition to being used as a screening mechanism the form allows BBEDC to maintain an accurate file of requests for services from ABDC.

Second Quarter funding activity

In the second quarter BBEDC received two requests for Community Seed funds. Manokotak submitted funding for a boat trailer and Ugashik is requesting funds for a grant writer. More requests are expected throughout the year.

Bristol Bay Science and Research Institute (BBSRI)

During the second quarter many of the activities centered on the mobilization of field research programs.

Port Moller Test Fishery, 2003

BBSRI provided two Bristol Bay resident technicians and an acoustics expert for the Port Moller boat this year. The field work began on June 6th in Port Moller with the outfitting of the F/V Decade with an acoustic system designed to count salmon and to characterize their behavior in the vicinity of the traditional test fishing sites. The project made its first gillnet sets (sampling for age composition of the run and the Port Moller “index”) on June 9th. On June 23 the index suggested either a very early run near or above the forecast or a much larger run than originally forecasted. The fieldwork will continue until about July 7th to 10th which is when the Port Moller test fishery usually ends.

Inshore Catch Sampling

In early June, BBSRI hired a total of four fisheries technicians for the salmon catch sampling program in early June (two each from King Salmon and Dillingham). The first scale and length samples were collected during the first Nushagak King Salmon opening on June 14.

Nuyakuk Tower

This project will be mobilized during the period June 25-28. ADF&G will send one or two people out to train the crew for a couple days. Afterwards, a crew of three BBSRI techs will be left at the tower project until the end of July.

Salmon Fishery Restructuring Study (BBSFRS)

At the BBEDC/BBSRI board meetings in Dillingham on May 22-23, the issue of following up on the salmon restructuring study was discussed. It was determined that the follow up would consist of at least two town-meetings (similar as last year) with a report to the Board in September or November outlining the options. The plan is to fly in residents from outlying communities to attend the regional meetings.

Saltonstall-Kennedy Grant

In 2002 BBEDC was awarded a Saltonstall-Kennedy grant of \$144,000 to conduct community impact analysis relative to support the options to restructure the Bristol Bay salmon fishery. During the second quarter, BBEDC staff began working towards developing an implementation plan. The grant timeline requires the S/K analysis to be completed by April 2004.

Quality/Marketing Training

BBEDC received a grant from the Denali Commission to provide training on operation and maintenance on ice making equipment. Fourteen students attended a seventeen day course at the Voc-Ed center in King Salmon. The students returned to their communities and installed their respective community ice machine on foundations and mounted the ice making equipment to the base units. The manufactures technician arrived later in each community to complete final installation, test operation and instruct the students on trouble shooting, operation and winter storage.

Bristol Bay Permit Brokerage Service

Outreach travel in the second quarter was not required as most fishermen in the Nushagak watershed district operated out of Dillingham. Daily foot traffic was heavy and a regular line of fishermen formed outside of the office in May and June. Fishermen on the east side of the district worked with the Brokerage Service by relaying information through staff in various processors in Naknek river system.

Brokerage staff assisted the Alaska Division of Investments in working with six fishermen to get paperwork completed and returned to back to their office in Juneau.

Following are the numbers and types of agreements for the 2003 salmon season:

Drift E/T	11	Affidavits	3
Letter	1	Boat Leases	4
Set Net Site Lease	2	Crew Member	5
Permit Holder	2	Set Net Permit/Site	2
Boat Sale	3	Drift Sale	2
Set E/T	6		

Total transactions: 41

The number of fishermen who requested agreements was surprising considering that none of the sale arrangements were brokered or arranged by Brokerage staff. All fishermen approached BBEDC on their own initiative to handle the

paperwork and be the escrow agent. There were a total of 72 CFEC transactions in June.

The number of phone calls fielded by Permit Brokerage staff during the second quarter was approximately 309.

Education

Harvey Samuelsen Scholarship:

- Monitored scholarship recipients for academic progress
- Traveled to UAA & UAF to meet with scholarship recipients and to distribute the 2003-2004 scholarship applications
- Distributed the 3rd disbursement of scholarships for the 2002-03 award cycle (6 recipients total of 5788.30)
- Gave scholarship presentations at Dillingham, Bristol Bay, and Togiak high schools
- Harvey Samuelsen Scholarship board of directors met at the May BBEDC board meeting
- Incorporated changes made by the HSST board into scholarship program
- Continued to distribute 2003-2004 HSST scholarship applications
- Meet with past and future scholarship recipients, assisted them in completing the HSST application and advised them on funding/academic issues

Salmon Camp

The 2003 Salmon camp is scheduled for July 21 to August 2, 2003. There are two separate camps; one each for high school and grade school students.

As the primary sponsor, BBEDC worked closely with joint sponsors Alaska Department of Fish & Game and the U.S. Fish and Wildlife Service to develop a quality curriculum that would enable students to obtain outdoor life and safety skills and learn about management and research techniques associated with the salmon life cycle. A sample of some of the events during the high school portion:

- Boating/Water & bear safety presentation
- Salmon Lifecycle discussion/presentation
- Discussion on birds
- Water Quality/Macroinvertebrate exploration
- Presentation on Smolt Outmigration
- Counting Tour/Beach Seine exploration
- Presentation on Survival Suites
- Fish Dissection and Scale Analysis

With the downturn in the commercial salmon fishing, more Bristol Bay youth are pursuing opportunities outside of the commercial fishing sector. The Salmon

Camp offers student the chance to work with state and federal managers to experience the academic as well as hands on aspects of fisheries management.

The 2003 camp was heavily advertised through regional radio/public television advertisements, PowerPoint presentations in local schools, public presentations and posters. A mass mail out to regional school districts was also conducted. The camp is featured on BBEDC's and the Togiak National Wildlife Refuge webpage's (<http://www.bbedc.com/programs/salmoncamp.html>) (<http://togiak.fws.gov/salmoncamp.html>).

Applications were made available in April with the deadline for submission being May 15, 2003. Twenty three of the thirty applications were accepted.

WIA Youth employability project

The second quarter was a busy one for the WIA Employability Work Readiness Grant. During the week of April 14-18 students from Southwest Region School District in Dillingham participated in job shadowing and in pre-employment training, which was sponsored by the WIA Department of Labor grant. In April, ten students from Dillingham and Bristol Bay High School and two chaperones traveled to Seward, Mat-Su and Anchorage to experience training opportunities outside of the region. The first stop was in Seward where the AVTEC vocational programs were presented. The group afterwards toured the Job Corp facility in Palmer. The final stop was at UAA where the students were presented training opportunities at the university.

One Career Exploration Day and one Career Fair were held during the month of May. The first Career Day was for New Stuyahok high school students. Tours of various employers in Dillingham were completed including time spent in Career Exploration activities. The second Career Fair was for Out of School Youth, with much of the time being dedicated to learning interview and job search skills.

BBEDC education staff traveled to Southwest Region schools, Lake and Peninsula Schools and the Bristol Bay Borough schools during the month of May to complete post-assessment and follow up activities with WIA grant participants.

Youth Internships

This is the second summer that BBEDC has sponsored internships in conjunction with the Dillingham village corporation, Choggiung, LTD. Seven youth participated in the program in 2003. Interns spent time on the Nushagak River working with Choggiung, ADF&G, Fresh Water Adventures, and various guide camps in the area. The students earned college credit and participated in CPR, first aid, bear safety, boating and water safety training. The program has been largely successful with a majority of the interns being offered employment opportunities with the participating guide camps.

BBEDC/USFWS internship

This is the first year that BBEDC has done a youth internship with the USFWS/Togiak National Wildlife Refuge. The one intern who participated helped U.S. Fish and Wildlife Service biologists monitor rainbow trout on the Negukthlik and Ungalikthluk rivers. Specific duties consisted of sampling rainbow trout by hook and line, hoop trap, and beach seine as well as maintaining accurate field notes and data. The intern also participated in routine camp maintenance such as cooking, cleaning and conducting repairs.

Peer Outreach Program

Here are second quarter highlights from the Peer Worker program.

- BBEDC staff successfully negotiated a grant extension to extend the Peer Worker program to March 31, 2004.
- Seven of the eight Peer Worker positions are filled. Sharon Wilson of Naknek was hired to replace the outgoing Coordinator, Tanya Hanson.
- Peer workers helped maintain Starband systems for internet access in 4 locations and contracts to use existing internet service in 5 locations. Over 400 residents used Peer Worker's computers to access and explore online information.
- During the quarter there were: 32 job referrals for At-Sea employment, 12 job referrals for BBNA, 139 referrals to BBEDC for employment and training/education programs. In addition there were 24 referrals to BBNC education foundation for training opportunities and subsidiary corporations for employment; 21 referrals to Choggiung Ltd. education foundation and 48 referrals to Work Investment Act administrator for career counseling,
- During the quarter regular weekly teleconference meetings were held with Peer workers to exchange ideas, updates on projects and to maintain peer motivation.
- Compiled information from hundreds of sources to put together the "5th Helping of Fishhead Soup Newsletter". Three thousand copies were printed and circulated to 30 Bristol Bay communities and to Anchorage. Internet technology allowed for frequent transmission of the newsletter between peers and coordinator for editing. The "6th Helping of Fishhead Soup Newsletter" is being drafted and will be distributed during the 3rd Quarter.

- Developed a relationship with the Child Support Enforcement Division and coordinated appointments with enforcement agent and residents within Bristol Bay communities. During the quarter 44 cases were referred to CSED with 30 cases signed up for appointments.
- Developed a relationship with Consumer Credit Counselors and facilitated arrangements for two families to receive credit counseling.
- Assisted two individuals with obtaining child care assistance through a BBNA program so that they were able to find employment. Assisted one individual in becoming a day care provider through a BBNA program.
- Working with Alaska Fur Dresser to establish village based fur depots to buy, sell and trade furs and crafts as well as tan furs and taxidermy.
- Assisted in connecting residents to Musk Ox Producers, a company that sells items knitted from musk Ox fur. Thirteen residents were signed up to become knitters and will meet with a Musk Ox representative to learn sewing patterns.
- Coordinated public outreach in communities regarding the Alaska Individual Disaster Relief funds including assistance in filling out applications. Made contact with 211 individual fishers.
- Assisted in introducing a new employer to community residents, Consumer Direct Services, which employs Personal Care Attendants and contracts to provide care for elderly people who are on Medicaid.
- Assisted in recruiting residents to attend the BBEDC funded refrigeration training.
- Successfully referred 2 individuals to the SAVEC non-destructive welding course.
- Assisted in organizing a helmet safety class in conjunction with BBAHC in Naknek and resulted in 40 participants and 25 helmets ordered.
- Assisted in organizing a Family Fun Walk in Koliganek and resulted in 60 community residents participating.

II. Community Development

A. Progress towards Goals, Objectives, Milestones

Administration

Objective 1 - Maintain effective and efficient Board of Directors.

- 1) *Milestone* - Review policies, procedures, articles and bylaws.
The Policy Committee continues to recommend revisions to the Corporate and Personnel Policy Manual.

- 2) *Milestone* - Review committee and officer positions.

This process occurs regularly throughout the year.

- 3) *Milestone* - Review and revise board calendar.

Ongoing process throughout the year

- 4) *Milestone* - Conduct board training.

No activity this quarter.

- 5) *Milestone* - Review long range strategic plan and modify as needed.

Ongoing process throughout the year

- 6) *Milestone* - Approve annual operating plan and budget.

Annual budget approved during November meeting.

- 7) *Milestone* - Monitor progress of annual operating plan.

Ongoing process throughout the year

Objective 2 - Maintain effective and efficient staff and administration.

- 8) *Milestone* - Review staff structure.

In an effort to bring services in-house, accounting positions are being added to the staff structure. New positions in Regional Fisheries will also be advertised.

- 9) *Milestone* - Review and update personnel and board policies and procedures.

Each Policy Committee meeting generally involves recommendations to BOD regarding corporate and personnel policy manuals.

- 10) *Milestone* - Perform staff evaluations.

Each staff receives an annual evaluation on the date of their hire.

Objective 3- Maintain budgeting, financial planning, and reporting and financial controls.

- 11) *Milestone* - Allocate all royalties, 50% to Capital Investment Fund, 45% to operations and 5% to Scholarship Trust.

CDQ royalties are allocated 50/45/5 as payments are received and reconciled quarterly.

- 12) *Milestone* - Develop consolidated and detailed budgets annually.

Approved annually at the BOD of meeting.

- 13) *Milestone* - Prepare and review monthly and quarterly financial statements.

Monthly statements were prepared and distributed to management for review. First quarter statements were reviewed by the board at its May meeting. Second quarter statements are included in this report.

- 14) *Milestone* - Review fund managers' performance.

Completed at the May BOD meeting.

- 15) *Milestone* - Prepare and approve annual audit / agreed upon procedures.

2002 audit reports were approved at the May BOD and forwarded to the state.

- 16) *Milestone* - Review and approve auditors.

Completed at the February BOD meeting.

Objective 4 - Meet all regulatory requirements.

- 17) *Milestone* - Prepare and file quarterly reports.
Completed as required.
- 18) *Milestone* - Prepare and file annual report and audit.
2002 audit submitted to the state as required.
- 19) *Milestone* - Prepare and submit updates and changes to CDP as needed.
Ongoing process throughout the year.

Community Development

Objective 5 - Manage CDQ's to maximize benefit to BBEDC and limit bycatch.

- 20) *Milestone* - Maintain active CDQ fishery management.
Active and ongoing throughout the year.
- 21) *Milestone* - Maintain real-time management system.
Active and ongoing throughout the year.
- 22) *Milestone* - Review and approve Arctic Storm CDQ Fishing Plan.
The fishing plan was deleted during the pollock negotiations.
- 23) *Milestone* - Review and approve Bristol Leader CDQ Fishing Plan.
No activity this quarter.
- 24) *Milestone* - Review and approve North Pacific CDQ Fishing Plan.
BBEDC now partners with US Seafoods.
- 25) *Milestone* - Review and approve Kaldestad CDQ Fishing Plan.
Completed during 1st quarter.
- 26) *Milestone* - Review and approve Icicle CDQ Marketing Plan.

Completed during 1st quarter.

- 27) *Milestone* - Arctic Storm Annual Mtg / Review Royalty and Employment Agreements.

The annual meeting occurs in December.

- 28) *Milestone* - Bristol Leader Annual Mtg / Review Royalty and Employment Agreements.

It is prepared in December.

- 29) *Milestone* - North Pacific Annual Mtg / Review Royalty and Employment Agreements

Not applicable. BBEDC now partners with US Seafoods.

- 30) *Milestone* - Kaldestad Annual Mtg / Review Royalty and Employment Agreements

It is prepared in December.

- 31) *Milestone* - Icicle Annual Mtg / Review Royalty and Employment Agreements.

It is prepared in December of 2003.

- 32) *Milestone* - Manage fishery to maximize harvest and benefits to residents.

Ongoing and active throughout the year.

- 33) *Milestone* - Facilitate the establishment of stable markets for 4E Halibut.

Ongoing and active throughout the year.

- 34) *Milestone* - Hold Workshops to enhance good fishing practices, use of improved gear, and safety.

Ongoing and active throughout the year.

- 35) *Milestone* - Work with other CDQ groups on CDQ harvesting issues.

Ongoing and active throughout the year.

Objective 6 - Maintain and improve outreach and communications.

- 36) *Milestone* - Distribute quarterly newsletter.

Copies of FishHead soup was distributed throughout the 2nd quarter.

- 37) *Milestone* - Update information monthly.

Active and ongoing throughout the year.

- 38) *Milestone* - Prepare and distribute Annual Activities Report.

No activity this quarter.

- 39) *Milestone* - Offer a website with current BBEDC information.

BBEDC's website is revised on an ongoing basis.

- 40) *Milestone* - Attend community meetings with IRS, BBNA, Job Fairs, etc.

Several community meetings were conducted during the 2nd quarter.

- 41) *Milestone* - Send out flyers, radio, and cable announcements periodically.

BBEDC programs and employment opportunities are regularly advertised in the region.

- 42) *Milestone* - Represent CDQ interests at NPFMC and IPHC meetings and other forums.

BBEDC has representation at all NPFMC and IPHC meetings.

- 43) *Milestone* - Promote CDQ's and their continuance.

BBEDC participates fully at the statewide and national level in all issues relevant to the future of the CDQ program.

Objective 7 - Provide Work Readiness training through Education Initiative.

- 44) *Milestone* - Implement Work Readiness program in classroom.

During the second quarter the Workforce Investment Grant was renewed for 2003-2004 period.

- 45) *Milestone* - Make program suitable for individual school district needs.

BBEDC staff works with regional school districts on a regular basis.

- 46) *Milestone* - Provide support for program delivery.

This is an ongoing activity throughout the year.

Objective 8 - Maintain in-region ownership of Bristol Bay salmon limited entry permits.

- 47) *Milestone* - Fund the Bristol Bay Permit Brokerage.

Fully funded in the 2003 annual budget.

- 48) *Milestone* - Retain permits in jeopardy of loss through tax counseling and brokerage services.

Worked with numerous permit holders in second quarter.

- 49) *Milestone* - Contact permit holders in arrears with IRS.

BBEDC relies on fishermen to contact the organization.

- 50) *Milestone* - Maintain working relationship with IRS and other debt agencies.

This occurs on an ongoing and regular basis.

- 51) *Milestone* - Attain grant funds to extend BBPB services to non-CDQ communities.

No activity this quarter.

- 52) *Milestone* - Provide assistance to non-CDQ community residents.

Numerous non-CDQ fishermen were provided services in the second quarter.

Objective 9- Enhance and expand regional fisheries opportunities in Bristol Bay.

- 53) *Milestone* - Select several initiatives annually for regional development.

Ongoing and active process throughout the year.

- 54) *Milestone* - Implement annual fisheries development priorities.

Ongoing and active process throughout the year.

- 55) *Milestone* - Continue product and market research on identified and possible commercial species.

Ongoing and active process throughout the year.

- 56) *Milestone* - Investigate market opportunities and promote regional brand identity.

BBEDC worked on marketing and quality initiative during 2003.

- 57) *Milestone* - Promote emphasis on quality of Bristol Bay salmon.

BBEDC worked on marketing and quality initiative during 2003.

- 58) *Milestone* - Explore value-added and shoulder season opportunities in-region.

BBEDC worked on marketing and quality initiative during 2003.

- 59) *Milestone* - Continue efforts to structure a favorable regulatory environment for project.

BBEDC works regularly with regulatory and government agencies.

- 60) *Milestone* - Maintain ongoing discussions between BBEDC and Clearwater Seafoods.

This milestone is not longer applicable.

- 61) *Milestone* - Develop MOA with Alaska Division of Investment, including

BBEDC guarantee of loans with a maximum loan amount cap per individual and a pledge of PFD's as additional security.

A draft agreement exists between BBEDC and the State of Alaska.

- 62) *Milestone* - Maintain a minimum balance acceptable to Alaska Division of Investments as necessary to guarantee loans.

BBEDC has budget a \$100,000 for 2003 to underwrite loans with Division of Investment.

- 63) *Milestone* - Provide DOI with BBEDC loan criteria.

Will begin once the loan program is implemented.

- 64) *Milestone* - Process applications and forward eligible applications to DOI in a timely manner.

Will begin once the loan program is implemented.

- 65) *Milestone* - Monitor DOI activities implementing BBEDC loan program and the credit record of borrowers.

Will begin once the loan program is implemented.

- 66) *Milestone* - Adjust the loan guarantee pool as necessary to meet demand and default rate.

Will begin once the loan program is implemented.

Objective 10- Develop the Sustainable Flatfish Project.

- 67) *Milestone* - Monitor implementation of flatfish IR/IU.

BBEDC staff is a member of the NPFMC committee on IR/IU.

- 68) *Milestone* - Track and evaluate project viability.

Ongoing and active throughout the year.

- 69) *Milestone* - Maintain contact with at least one other group concerning project.

Ongoing and active throughout the year.

- 70) *Milestone* - Work to improve the overall harvest and royalty return for CDQ flatfish.

BBEDC quota manager maintains regular contact with CDQ harvesting partners and other CDQ groups.

- 71) *Milestone* - Research and develop harvest techniques that would improve economics and reduce bycatch.

Ongoing and active throughout the year.

Objective 11- Provide professional technical assistance for regional business and infrastructure projects.

- 72) *Milestone* - Advertise availability of business and infrastructure technical assistance.

Advertisement conducted through community visits and other media outlets.

- 73) *Milestone* - Provide technical assistance for development of business and infrastructure proposals.

BBEDC has contracted with Alaska Business Development Center to provide technical service to communities and individuals.

- 74) *Milestone* - Review funding requests and make recommendation to the BOD.

Ongoing active process throughout the year.

Objective 12- "Jump start" in-region businesses.

- 75) *Milestone* - Maintain a \$500,000 fund balance from Capital Fund income each year for possible investment.

Contained in BBEDC 2003 annual budget.

- 76) *Milestone* - Review, approve, and invest in recommended proposals when feasible.

Ongoing active process throughout the year.

- 77) *Milestone* - Monitor activities of business where BBEDC has financial participation.

Ongoing active process throughout the year.

Objective 13 - "Jump start" in-region infrastructure development.

- 78) *Milestone* - Maintain a \$1,000,000 fund balance in Project Fund each year for possible investment.

Contained in BBEDC 2003 budget.

- 79) *Milestone* - Review, approve, and provide matching funds for recommended proposals when feasible.

Ongoing and active throughout the year.

- 80) *Milestone* - Advertise program.

Ongoing and active throughout the year.

- 81) *Milestone* - Review applications.

Ongoing and active throughout the year.

- 82) *Milestone* - Award funding to projects that meet criteria.

Ongoing and active throughout the year.

- 83) *Milestone* - Monitor approved proposals for completion and operations.

Ongoing and active throughout the year.

- 84) *Milestone* - Provide ice machines in CDQ communities.

Completed the board's objectives and will be evaluating the installation of machines in additional communities.

- 85) *Milestone* - Monitor community maintenance and operation of equipment provided under previous CDP.

Ongoing and active throughout the year.

Objective 14- "Learn, Practice, Do" Marketing and Sales.

- 85) *Milestone* - Review each partner's annual sales plan and report, required under royalty agreements.

Ongoing and active throughout the year.

- 86) *Milestone* - Monitor and compare ongoing sales results against the plan.

Ongoing and active throughout the year.

- 87) *Milestone* - Establish criteria to assess benefits and risks of diverting product from a partner's sales channel to different markets. Consider product diversion where justified.

Ongoing and active throughout the year.

- 88) *Milestone* - Investigate the potential benefits and risks of financing partners to gain greater access to new markets and/or develop new products.

Ongoing and active throughout the year.

- 89) *Milestone* - Research investment opportunities in marketing.

Ongoing and active throughout the year.

- 90) *Milestone* - Undertake projects to enhance the image and reputation of BB region seafood.

Ongoing and active throughout the year.

- 91) *Milestone* - Consider formation of a standing Marketing and Sales Committee of the BBEDC's Board of Directors to guide and monitor the Project.

No activity this quarter.

Objective 15- Manage the Capital Investment Fund to provide revenues to BBEDC in perpetuity.

- 92) *Milestone* - Monitor fund to insure adequate performance.

Reviewed quarterly report from Prime Asset Consulting, which measures performance of fund managers.

- 93) *Milestone* - Reserve funds to meet one year debt service payments.

Annual plan reserved \$4 million current debt service forecast is \$1.3 million.

- 94) *Milestone* - Reserve funds to meet cash call requirements of investments.

Annual plan reserved \$1.5 million BBEDC had one cash call this year and that for \$40 thousand.

- 95) *Milestone* - Identify potential investment options in Schedule of Investments.

Ongoing process throughout the year

- 96) *Milestone* - Update Schedule of Investments as needed.

Ongoing process throughout the year

- 97) *Milestone* - Search and investigate seafood industry investment opportunities.

Ongoing process throughout the year

- 98) *Milestone* - Perform due diligence on potential investments.

Thorough due diligence is performed on all BBEDC investments.

- 99) *Milestone* - Present investments meeting CIF criteria to Board for action.

Ongoing process throughout the year.

- 100) *Milestone* - Obtain state and federal approval for board approved investments.

Completed for the amendments submitted during the 1st and 2nd Quarters.

- 101) *Milestone* - Close on approved investment.

Ongoing process throughout the year

- 102) *Milestone* - Keep ASIMCo inactive and in good standing.

Federal income tax extension was filed during the 1st quarter.

- 103) *Milestone* - Monitor the regulatory and tax environments.

Ongoing process throughout the year

- 104) *Milestone* - If investments generate UBI, consider making investments through ASIMCo.

No activity this quarter.

Investments

Objective 16 - Monitor seafood industry investments for performance and profitability.

- 105) *Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

- 106) *Milestone* - Attend yearly Board of Directors meeting.

Completed on a regular basis throughout the year.

- 107) *Milestone* - Maintain ongoing discussion between BBEDC and AFL.

Completed on a regular basis throughout the year.

- 108) *Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

- 109) *Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

- 110) *Milestone* - Attend Board of Director meeting.

Board meets four times each year.

- 111) *Milestone* - Maintain ongoing discussion between BBEDC and NLLC.

Occurs on a regular basis throughout the year.

- 112) *Milestone* - Monitor investment performance, after payment complete target is 8.5 % minimum.

Completed on a regular basis throughout the year.

- 113) *Milestone* - Acquire additional offshore co-op shares as available and prudent.

Completed on a regular basis throughout the year.

- 114) *Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

- 115) *Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

- 116) *Milestone* - Maintain ongoing discussions between BBEDC and AL group.

Completed on a regular basis throughout the year.

- 117) *Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

- 118) *Milestone* - Monitor financial performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

- 119) *Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

- 120) *Milestone* - Maintain ongoing discussions between BBEDC and KMLLC.

Completed on a regular basis throughout the year.

- 121) *Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

- 122) *Milestone* - Review and update lease agreements to maximize profits and enhance longline vessel investments.

Completed on a regular basis throughout the year.

- 123) *Milestone* - Monitor market performance for lease price.

Completed on a regular basis throughout the year.

- 124) *Milestone* - Monitor investment performance return of 7% annually over time.

Completed on a regular basis throughout the year.

- 125) *Milestone* - Review and update lease agreements to maximize profits and enhance longline vessel investments.

Completed on a regular basis throughout the year.

- 126) *Milestone* - Monitor market performance for lease price.

Completed on a regular basis throughout the year.

- 127) *Milestone* - Monitor investment performance return of 7% annually over time.

Completed on a regular basis throughout the year.

- 128) *Milestone* - Monitor performance on a quarterly / annual basis.

Completed on a regular basis throughout the year.

- 129) *Milestone* - Attend Management Committee meetings.

Completed on a regular basis throughout the year.

- 130) *Milestone* - Maintain ongoing discussions between BBEDC and NFI.

Completed on a regular basis throughout the year.

131) *Milestone* - Monitor investment performance return of 8.5% annually over time.

Completed on a regular basis throughout the year.

Employment

Objective 17- Provide employment for Bristol Bay residents.

132) *Milestone* - Place a total of 120 entry / advanced hires with Arctic Storm vessels.

On going effort continues thru the years end

133) *Milestone* - Place a total of 12 entry level hires with North Pacific Fishing if available.

The agreement has been replaced with an agreement with US Seafoods.

134) *Milestone* - Place a total of 6 entry level hires with Bristol Leader Fisheries if available.

On going effort throughout the 4th quarter.

Milestone - Place a total of 4 entry level hires with Kaldestad Fisheries if available.

On going effort throughout the 4th quarter.

135) *Milestone* - Place a total of 2 entry level/trainee hires with Dona Martita if available.

On going effort throughout the 4th quarter.

136) *Milestone* - Track advancement of BBEDC residents on Arctic Storm vessels.

On going effort throughout the 4th quarter.

137) *Milestone* - Track advancement of BBEDC residents on North Pacific vessels.

On going effort throughout the 4th quarter with US Seafoods.

138) *Milestone* - Track advancement of BBEDC residents on Bristol Leader vessels.

One Bristol Bay resident serves as a deckhand for Alaska Leader.

139) Milestone - Track advancement of BBEDC residents on Kaldestad vessels.

On going effort throughout the 4th quarter.

140) Milestone - Track advancement of BBEDC residents in Icicle employment.

On going effort throughout the 4th quarter.

141) Milestone - Track advancement of BBEDC residents in Dona Martita employment.

On going effort throughout the 4th quarter.

142) Milestone - Develop two initiatives annually that encourage and expand employment opportunities.

Work cooperatively with other Bristol Bay and statewide service providers on a regular basis.

143) Milestone - Set up the Peer Outreach Project.

Completed in 2002

144) Milestone - Recruit and hire 1 Peer Coordinator and 8 Peer Workers.

Completed in 2002.

145) Milestone - Provide computer stations in 9 different Bristol Bay villages including satellite dish, computer, printer, and fax for community use.

Completed in 2002.

146) Milestone - Assist placement of residents in employment or training programs.

BBEDC funded 108 people in Vocational programs the first two quarters this year.

147) Milestone - Provide ongoing support and training for Peer Outreach Staff.

On going effort throughout the 4th quarter.

148) *Milestone* - Produce a monthly newsletter containing employment & training information.

The peer outreach program produced two issues of “FishHead Soup” this quarter.

149) *Milestone* - Develop and provide two additional methods for employment, training and other essential program outreach annually.

On going effort throughout the 4th quarter.

150) *Milestone* - Organize regular workshops and group and individual meetings in communities to assess residents' work readiness.

On going effort throughout the 4th quarter.

151) *Milestone* - Research, write and submit grant funding request for project.

On going effort throughout the 4th quarter.

152) *Milestone* - Design local job availability surveys and database.

On going effort throughout the 4th quarter.

153) *Milestone* - Conduct regional survey of available and future jobs.

On going effort throughout the 4th quarter.

154) *Milestone* - Develop plan for training residents and providing needed skills.

On going effort throughout the 4th quarter.

155) *Milestone* - Update jobs and skills survey periodically.

On going effort throughout the 4th quarter.

156) *Milestone* - Improve the number of "older" youth (age 19-21) entering the workforce.

On going effort throughout the 4th quarter.

157) Milestone - Improve the readiness of "younger" youth to enter the workforce.

On going effort throughout the 4th quarter.

158) Milestone - Meet the reporting and legal requirements of the grant as reflected by a satisfactory rating from the granting agency.

On going effort throughout the 4th quarter.

Training

Objective 18 - Develop the human resource potential of Bristol Bay residents through vocational training.

159) Milestone - Provide ABE training for up to 150 residents.

Ongoing effort continues thru years end.

160) Milestone - Provide GED training for up to 16 residents.

Ongoing effort continues thru years end.

161) Milestone - Provide basic vocational / technical training for up to 40 residents.

BBEDC funded 74 people in Basic Vocational programs during the first and second quarters.

162) Milestone - Have training in the individual communities when possible.

Ongoing effort continues thru years end.

163) Milestone - Provide advanced vocational / technical training for up to 5 residents.

BBEDC funded 44 people in Advanced Vocational programs the first two quarters this

164) Milestone - Place at least 2 interns with ADF&G.

BBEDC placed one intern with ADF&G in Dillingham and one Intern with ADF&G in Portage Creek.

165) Milestone - Place at least 1 intern in BBEDC's office.

BBEDC placed one intern this quarter in the BBEDC office

166) Milestone - Place at least 2 interns with businesses / agencies.

BBEDC placed nine (9) interns with local businesses this quarter.

167) Milestone - Provide vocational training opportunities as funding is available.

Ongoing effort continues thru year's end.

168) Milestone - Place at least 10 interns on Arctic Storm vessels.

Ongoing effort continues thru year's end.

169) Milestone - Place at least 2 interns in office or other settings with Arctic Storm.

Ongoing effort continues thru year's end

170) Milestone - Place at least 3 interns in office or other settings with Icicle Seafoods.

BBEDC placed three residents as interns with Icicle Seafood's thru the second quarter this year

171) Milestone - Place at least 3 interns in support operations with Icicle Seafoods.

Ongoing effort continues through years end

172) Milestone - Place at least 2 interns in offices of NPFI, BLF, or KFL.

Ongoing effort continues through years end.

173) Milestone - Place at least 1 intern in the offices of DMLLC.

Ongoing effort continues through years end.

174) Milestone - Place at least 2 interns in office or other settings with Westward.

BBEDC placed one resident as an intern in the first two quarters with Westward this year.

Subsidiaries

Objective 19 - Provide academic scholarship program for CDQ community residents.

175) *Milestone* - Inflation-proof Trust.

As of 5/16/03 the Trust has returned 5.77% for the year.

176) *Milestone* - Review Trust investment policy.

Previously completed during the May BOD.

177) *Milestone* - Award 3% of previous year's Trust balance in scholarships.

2003-2004 academic year Awards will be made in 3rd Quarter. In addition, the May BOD adjusted amount available for awards to 3% of audited Trust balance.

178) *Milestone* - Provide for management of program and monitor performance.

Ongoing activity throughout the year.

179) *Milestone* - Obtain 501c3 status for the H.S.S. Trust.

Completed in 2002.

180) *Milestone* - Maintain the operation of an online scholarship application.

Created online application in 2003.

181) *Milestone* - Design and implement the project.

Ongoing activity throughout the year.

182) *Milestone* - Monitor and report on the project.

Ongoing activity throughout the year.

183) *Milestone* - Identify and place 40 residents annually in this program by 2005.

On going effort throughout the year.

184) *Milestone* - Track residents participating in this program.

On going effort throughout the year.

185) *Milestone* - Continue to advocate for quality internet services in all CDQ communities in order to make distance delivery education efficient and reliable.

On going effort throughout the 4th quarter.

Objective 20 - Promote in-region scientific research and education programs.

186) *Milestone* - Maintain core funding to the Institute.

Funding is built into the 2003 budget.

187) *Milestone* - Provide education, employment and mentoring programs to increase local participation in fisheries research and management.

BBEDC conducts the annual Salmon Camp for local youth.

188) *Milestone* - Develop a research plan for Bristol Bay.

BBRSI board meets on a regular basis.

189) *Milestone* - Secure external funds to support fisheries research and monitoring in region.

BBRSI staff constantly seeks out grant funded opportunities.

190) *Milestone* - Conduct applied research to improve the management of area fisheries.

Ongoing activity.

191) *Milestone* - Develop Curriculum and follow up enrichment activities.

Ongoing activity.

192) *Milestone* - Recruit students interesting in fisheries related careers.

Ongoing activity.

- 193) *Milestone* - Increase student's awareness of and interest in fisheries and natural resource careers.

BBEDC recruits youth from around the region to participate in the annual Salmon Camp.

Grants

Objective 21 - Develop Grants Project to supplement BBEDC's income.

- 194) *Milestone* - Grant funds will support at least 5% of the total budget of non-profit projects in 2003.

On track to achieve or exceed goal with final measurement taking place during year-end budget process.

- 195) *Milestone* - Grant funds will support at least 10% of the total budget of non-profit projects in 2004.

On track to achieve with final measurement taking place during year-end budget process.

- 196) *Milestone* - Grant funds will support at least 15% of the total budget of non-profit projects in 2005.

On track to achieve with final measurement taking place during year-end budget process.

Increase Grand funds each year to support Administration

- 197) *Milestone* - Grant funds will support at least 5% of the total administrative budget associated with non-profit projects in 2003.

On track to achieve with final measurement will take place during year-end budget process.

- 198) *Milestone* - Grant funds will support at least 10% of the total administrative budget associated with non-profit projects in 2004.

Will be determined in 2004.

- 199) *Milestone* - Grant funds will support at least 15% of the total administrative budget associated with non-profit projects in 2005.

Will be determined in 2005.

Grant Funds will support 100% of managers by 2005

- 200) *Milestone* - Grant funds will support at least 50% of grant manager's salary.

The current level is 37%. However, final measure will take place during the annual budget process.

- 201) *Milestone* - Grant funds will support at least 75% of grant manager's salary in 2004.

Will be determined in 2004.

- 202) *Milestone* - Grant funds will support at least 100% of grant manager's salary in 2005.

Will be determined in 2005.

- 203) *Milestone* - Grants will be administered and reported as per all grant and legal requirements for each specific grant.

All grants are current in terms of reports and invoicing.

- 204) *Milestone* - Evaluate and if feasible develop a process for assisting communities with grant writing and administration in 2003.

Accomplished through contract with Alaska Business Development Center.

- 205) *Milestone* - Assist BBEDC communities in writing and administering their own grants if feasible, subject to need and available funding.

It is being completed throughout the year through a contract with the Alaska Business Development Center.

2nd Quarter Employment Data

	<u>Quarter</u>		<u>Year-to-Date</u>	
	People	Wages	People	Wages
BBEDC Management/Admin	13	159,201	15	314,587
WIA Grant	7	7,885	11	14,593
Peer Outreach Project	9	57,772	11	126,004
CDQ Pollock Related				
A Season	16	144,399	21	289,349
B Season	3	0	3	0
Yellow Fin	0	0	0	0
Hake Trips	5	10,852	5	10,852
Shipyard	1	800	1	800
Other Fishing	141	335,038	154	366,417
Other Employment	10	26,563	10	66,488
Internships	21	\$34,676	24	\$90,838
Unique Individuals Total	197	\$552,328.00	218	\$824,744

Employment Summary

Pollock (A Season)

Three people worked for American Seafood's in the Second quarter and four people were paid wages in the second quarter from first quarter employment. Twelve residents continued employment with Arctic Storm from the first quarter.

(B Season)

Three people began working with American Seafood's for B Season, but did not earn wages for the quarter.

(Shipyard)

One resident worked for Arctic Storm in the ship yard this quarter and also worked the A season and Hake Season.

(Hake)

A total of five residents worked Hake season for Arctic Storm; two of which worked the A season.

Other Fishing

The bulk of the total of 141 in the second quarter came from the 4E halibut fishery. The breakdown of vessels per community is Togiak 25, Dillingham 10, Naknek 5, Egegik 5, and Port Heiden 1. A total of forty seven boats fished with an average of two crewmembers.

Four residents from Dillingham and Koliganek were employed with the Alaska Leader.

Other Employment

During the second quarter one resident from Togiak worked processing for Westward Seafood's. Seven residents from Dillingham, New Stuyahok, Pedro Bay, and Naknek worked as processors for Icicle Seafood's. All eight worked in the first quarter.

Worker Investment Assistance Grant

Four interns were employed through the WIA grant. One resident from Manokotak worked as a ticket agent at Pen Air. Another worked as an intern at the Manokotak Youth Center. A third worked as an intern in Information Technology at Bristol Bay Area Health Corporation. Lastly, an intern from Port Heiden worked learning ITT computer training skills at SWAVEC.

Training Data 2nd Quarter

	<u>Quarter</u>		<u>Year to-Date</u>	
	People	Expenditure	People	Expenditure
Scholarships				
Post-secondary	8	6,012	61	60,458
Administration	0	0	0	0
Voc-Tech Classes				
Advanced Vocational	16	10,366	44	45,626
Basic Vocational	42	6,696	74	14,748
Other Training				
CDQ Staff/Board	0	0	29	22,372
ABE/GED	0	0	59	0
GED Diplomas Earned	0	0	3	0
Total	66	\$17,062	270	\$143,204

Training Summary

Scholarships

Two scholarships were awarded to residents from Dillingham through the College Development fund for a total of \$224.00 and 6 residents from Dillingham, Naknek, and King Salmon from the Harvey Samuelson Scholarship Fund for a total of \$5788.30. All of these residents were awarded scholarships in the first quarter

Advanced Voc/Tech

Twenty one residents from Dillingham, Naknek, Levelock, and Ekuk received Advanced vocational training in the following fields of work: Hazwopper, Masters in Early childhood Development, Nursing, Computer Support, Hair Style School, 100 Ton Masters license, Electrical, Job Preparation Training and Diesel & Heavy Technology.

Basic Voc/Tech

Forty-Two residents from Dillingham, New Stuyahok, Koliganek, Port Heiden, Egegik, and Togiak took Basic Voc/Tech classes funded by BBEDC for: Basic Cooking, HACCP, and OUPV 6 Pack.

Internships Summary

Icicle Seafood's Office

One resident from South Naknek continued as an intern in Icicle Seafood's Seattle office and. This is our first family taking advantage of the internship and has been a very successful arrangement.

Icicle Vessel/Plant

Bellingham plant and another resident from Dillingham continued an internship in Shipping/Marketing in the Bellingham plant.

Bristol Leader

One resident from Dillingham worked as an intern for Bristol Leader in the Galley.

American Seafood's Office

One resident from Dillingham continued an internship with American Seafood's working in the Seattle office he is doing a wide variety of things but especially has excelled at assisting with the roe auctions. He also actually went out on one of the Vessels and worked for a short period of time

Westward Seafood's Office

One resident from Dillingham finished an internship with Westward Seafood's working in their Seattle office. She worked directly with the Human Resources person.

In-Region Interns

BBEDC had seven (7) In-Region interns this quarter from Togiak, Dillingham, Naknek, Egegik, and Koliganek. We also offered positions to People from Port Heiden and New Stuyahok; both declined do to offers of other employment.

CDQ Staff/Board Training

Ten peer workers and 2 employment and training staff received training on Stress management this quarter. Seventeen board members received training on reading and understanding financial statements.

ABE-GED

No activity this Quarter.

II. ADMINISTRATION

A. Board Activities

Victor Seybert replaced Dan Kinsley as Pilot Point board member.

B. State of Alaska Reporting Compliance

There are no issues pending.

C. Amendment Status

Amendment #	Amendment Description	Date Received	Date Forwarded	Approval Received
SA 03-01 BB	Transfer of 11,000 MT Pollock and bycatch to CVRF	1/17/03	1/17/03	1/30/03
SA 03-02 BB	Transfer of various flatfish from CVRF to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
SA 03-03 BB	Transfer of various flatfish from CBSFA to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
SA 03-04 BB	Transfer of various flatfish from YDFDA to BBEDC for the flatfish pool.	1/24/03	1/27/03	1/31/03
TA 03-05 BB	Added Ocean Peace and SeaFreeze to the CDP.	1/28/03	1/28/03	1/30/03
SA 03-06 BB	Transfer of Rockfish from YDFDA to BBEDC for the flatfish pool.	2/12/03	2/12/03	1/13/03
SA 03-07 BB	Transfer of Rockfish from CVRF to BBEDC for the flatfish pool.	2/12/03	2/12/03	1/13/03
TA 03-08 BB	Transfer of 10 MT of Other Species from CVRF to BBEDC for the flatfish pool.	3/26/03	3/26/03	
TA 03-09 BB	Transfer of 25 MT of Other Species from YDFDA to BBEDC for the flatfish pool.	4/9/03	4/9/03	4/11/03
SA 03-10 BB	Substantial Amendment for purchase of the Morning Start.			
TA 03-11 BB	Transfer the balance of BBEDC's Non-Specific Reserve to Other Species.	7/18/03		
TA 03-12 BB	Transfer of 19 MT of Other Species from BBEDC to CVRF	7/18/03		

D. Other Issues

There are no other pending issues.

IV HARVESTING REPORT

A. Target Fishery Harvest Activity

Pacific Cod Target Fishery Harvest Activity Second Quarter as of June 30, 2003								
CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (60%)	mt	2,100.305	1,043.298	600.666			1,643.964	100.000%
B Season (40%)	mt	1,400.204					0.000	0.000%
Pacific Cod Total	mt	3,500.509	1,043.298	600.666	0.000	0.000	1,643.964	100.000%
Bycatch								
Non Pollock Quota	mt	N/A	6.010	7.274			13.284	0.808%
BS FG Sablefish	mt	58.000					0.000	0.000%
AI FG Sablefish	mt	88.350					0.000	0.000%
BS Sablefish	mt	43.072					0.000	0.000%
AI Sablefish	mt	23.670					0.000	0.000%
WAI Atka Mackerel 543	mt	815.176					0.000	0.000%
CAI Atka Mackerel 542	mt	1,204.367					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	423.639					0.000	0.000%
Yellowfin Sole	mt	3,569.440					0.000	0.000%
Rock Sole	mt	1,802.200	0.125	0.112			0.237	0.014%
BS Greenland Turbot	mt	83.732	0.034	0.049			0.083	0.005%
AI Greenland Turbot	mt	39.675					0.000	0.000%
Arrowtooth Flounder	mt	277.660	1.254	1.069			2.323	0.141%
Flathead Sole	mt	691.500	1.150	0.815			1.965	0.120%
Other Flatfish	mt	95.350					0.000	0.000%
Alaska Plaice	mt	220.500					0.000	0.000%
BS Pacific Ocean Perch	mt	50.503					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	235.410					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	133.174					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	135.057					0.000	0.000%
BS Northern Rockfish	mt	0.000					0.000	0.000%
AI Northern Rockfish	mt	141.150					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	22.540					0.000	0.000%
BS Other Rockfish	mt	25.680	0.006	0.003			0.009	0.001%
AI Other Rockfish	mt	13.640					0.000	0.000%
Other Species	mt	517.962	114.789	122.731			237.520	14.448%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	3,093.000					0.000	0.000
Zone 1 Bairdi Tanner Crab	ea	15,452.640					0.000	0.000
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0.000	0.000
Opilio Tanner Crab	ea	148,380.000					0.000	0.000
Pacific Halibut (mortality)	mt	127.260	0.965	0.832			1.797	0.001
Chinook Salmon	ea	398.000					0.000	0.000

Non-Chinook Salmon	ea	607.000					0.000	0.000
--------------------	----	---------	--	--	--	--	-------	-------

Atka Mackerel / Pacific Ocean Perch Target Fisheries Harvest Activity Second Quarter as of June 30, 2003								
CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
WAI Atka Mackerel 543	mt	815.176		6.166			6.166	0.9%
CAI Atka Mackerel 542	mt	1,204.367		337.858			337.858	47.0%
EAI/BS Atka Mackerel 541	mt	423.639	374.435	0.000			374.435	52.1%
Atka Mackerel Total	mt	2,443.182	374.435	344.024	0.000	0.000	718.459	100.0%
Bycatch								
Non Pollock Quota	mt	N/A	14.017	4.733			18.750	2.6%
Pacific Cod	mt	3,500.509	4.943	157.930			162.873	22.7%
BS FG Sablefish	mt	58.000					0.000	0.0%
AI FG Sablefish	mt	88.350					0.000	0.0%
BS Sablefish	mt	43.072					0.000	0.0%
AI Sablefish	mt	23.670	0.211				0.211	0.0%
Yellowfin Sole	mt	3,569.440					0.000	0.0%
Rock Sole	mt	1,802.200	0.009	4.993			5.002	0.7%
BS Greenland Turbot	mt	83.732					0.000	0.0%
AI Greenland Turbot	mt	39.675	0.208				0.208	0.0%
Arrowtooth Flounder	mt	277.660	14.263	3.791			18.054	2.5%
Flathead Sole	mt	691.500	0.180	0.164			0.344	0.0%
Other Flatfish	mt	95.350	1.119	0.137			1.256	0.2%
Alaska Plaice	mt	220.500					0.000	0.0%
BS Pacific Ocean Perch	mt	50.503					0.000	0.0%
WAI Pacific Ocean Perch 543	mt	235.410		1.222			1.222	0.2%
CAI Pacific Ocean Perch 542	mt	133.174		13.690			13.690	1.9%
EAI Pacific Ocean Perch 541	mt	135.057	122.326	15.581			137.907	19.2%
BS Northern Rockfish	mt	0.000					0.000	0.0%
AI Northern Rockfish	mt	141.150	12.566	34.136			46.702	6.5%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.0%
AI Shortraker/Rougheye Rockfish	mt	22.540	0.377	0.434			0.811	0.1%
BS Other Rockfish	mt	25.680					0.000	0.0%
AI Other Rockfish	mt	13.640	2.260	1.725			3.985	0.6%
Other Species	mt	517.962	1.984	14.930			16.914	2.4%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	3,093.000					0.000	0.000
Zone 1 Bairdi Tanner Crab	ea	15,452.640					0.000	0.000
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0.000	0.000
Opilio Tanner Crab	ea	148,380.000					0.000	0.000
Pacific Halibut (mortality)	mt	127.260	1.947	1.836			3.783	0.005
Chinook Salmon	ea	398.000					0.000	0.000
Non-Chinook Salmon	ea	607.000					0.000	0.000

Yellowfin Sole Target Fishery Harvest Activity
Second Quarter as of June 30, 2003

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
Yellowfin Sole	mt	3,569.440		1,254.844			1,254.844	100.0%
Bycatch								
Non Pollock Quota	mt	N/A		37.769			37.769	3.0%
Pacific Cod	mt	3,500.509		8.362			8.362	0.7%
BS FG Sablefish	mt	58.000					0.000	0.0%
AI FG Sablefish	mt	88.350					0.000	0.0%
BS Sablefish	mt	43.072					0.000	0.0%
AI Sablefish	mt	23.670					0.000	0.0%
WAI Atka Mackerel 543	mt	815.176					0.000	0.0%
CAI Atka Mackerel 542	mt	1,204.367					0.000	0.0%
EAI/BS Atka Mackerel 541	mt	423.639					0.000	0.0%
Rock Sole	mt	1,802.200		94.337			94.337	7.5%
BS Greenland Turbot	mt	83.732					0.000	0.0%
AI Greenland Turbot	mt	39.675					0.000	0.0%
Arrowtooth Flounder	mt	277.660		0.030			0.030	0.0%
Flathead Sole	mt	691.500		0.604			0.604	0.0%
Other Flatfish	mt	95.350		9.500			9.500	0.8%
Alaska Plaice	mt	220.500		11.936			11.936	1.0%
BS Pacific Ocean Perch	mt	50.503					0.000	0.0%
WAI Pacific Ocean Perch 543	mt	235.410					0.000	0.0%
CAI Pacific Ocean Perch 542	mt	133.174					0.000	0.0%
EAI Pacific Ocean Perch 541	mt	135.057					0.000	0.0%
BS Northern Rockfish	mt	0.000					0.000	0.0%
AI Northern Rockfish	mt	141.150					0.000	0.0%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.0%
AI Shortraker/Rougheye Rockfish	mt	22.540					0.000	0.0%
BS Other Rockfish	mt	25.680					0.000	0.0%
AI Other Rockfish	mt	13.640					0.000	0.0%
Other Species	mt	517.962		13.761			13.761	1.1%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	3,093.000					77	6.2%
Zone 1 Bairdi Tanner Crab	ea	15,452.640		77.441			0	0.0%
Zone 2 Bairdi Tanner Crab	ea	99,123.000					0	0.0%
Opilio Tanner Crab	ea	148,380.000					22	1.7%
Pacific Halibut (mortality)	mt	127.260		21.625			0.000	0.0%
Chinook Salmon	ea	398.000					0	0.0%
Non-Chinook Salmon	ea	607.000					0	0.0%

Halibut Harvest Activity
Second Quarter as of June 30, 2003

CDQ Reserve Category	Units	Annual Allocation	Transferred In	Transferred Out	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	Percent Harvested	Remaining Allocation
4B Halibut	lbs											
	lbs											
4D Halibut	lbs	158,070			158,070					0	0.000%	158,070
4E Halibut	lbs	117,000			117,000		156,000?			156,000	133.333%	-39,000
							???					

MS CDQ / PSQ Account Status Report 2003													
CDQ Reserve Category	Units	Initial Allocation Amount	Transferred In	Transferred Out	Allocation after	CDQ / PSQ Catch Reported				YTD Harvest	Percent Harvested	CDQ / PSQ Remaining	Percent Remain
						1st Qtr	2nd Qtr	3rd Qtr	4th Qtr				
BS Pollock	mt	31,326.960	0.000	11,000.000	20,326.960	8,105.451	0.000	0.000	0.000	8,105.451	39.9%	12,221.509	60.12%
Pacific Cod	mt	3,268.230	275.279	43.000	3,500.509	1,074.079	766.958	0.000	0.000	1,841.037	52.6%	1,659.472	47.41%
BS FG Sablefish	mt	58.000	0.000	0.000	58.000	0.000	0.000	0.000	0.000	0.000	0.0%	58.000	100.00%
AI FG Sablefish	mt	88.350	0.000	0.000	88.350	0.000	0.000	0.000	0.000	0.000	0.0%	88.350	100.00%
BS Sablefish	mt	23.980	19.092	0.000	43.072	0.000	0.000	0.000	0.000	0.000	0.0%	43.072	100.00%
AI Sablefish	mt	11.600	12.070	0.000	23.670	0.211	0.000	0.000	0.000	0.211	0.9%	23.459	99.11%
WAI Atka Mackerel 543	mt	224.850	590.326	0.000	815.176	0.000	6.166	0.000	0.000	6.166	0.8%	809.010	99.24%
CAI Atka Mackerel 542	mt	330.300	874.067	0.000	1,204.367	0.000	337.858	0.000	0.000	337.858	28.1%	866.509	71.95%
EAI/BS Atka Mackerel 541	mt	119.850	303.889	0.100	423.639	374.435	0.000	0.000	0.000	374.435	88.4%	49.204	11.61%
Yellowfin Sole	mt	1,507.440	2,082.000	20.000	3,569.440	1.281	1,254.844	0.000	0.000	1,256.125	35.2%	2,313.315	64.81%
Rock Sole	mt	759.000	1,074.200	31.000	1,802.200	31.124	99.442	0.000	0.000	130.556	7.2%	1,671.634	92.76%
BS Greenland Turbot	mt	40.200	43.532	0.000	83.732	0.083	0.049	0.000	0.000	0.132	0.2%	83.600	99.84%
AI Greenland Turbot	mt	18.810	20.865	0.000	39.675	0.208	0.000	0.000	0.000	0.208	0.5%	39.467	99.48%
Arrowtooth Flounder	mt	163.300	114.360	0.000	277.660	16.172	4.890	0.000	0.000	21.062	7.6%	256.598	92.41%
Flathead Sole	mt	315.000	406.500	30.000	691.500	23.021	1.583	0.000	0.000	24.604	3.6%	666.896	96.44%
Other Flatfish	mt	54.000	45.350	4.000	95.350	1.193	9.637	0.000	0.000	10.830	11.4%	84.520	88.64%
Alaska Plaice	mt	157.500	68.000	5.000	220.500	0.004	11.936	0.000	0.000	11.940	5.4%	208.560	94.59%
BS Pacific Ocean Perch	mt	22.260	28.243	0.000	50.503	0.061	0.000	0.000	0.000	0.061	0.1%	50.442	99.88%
WAI Pacific Ocean Perch 543	mt	65.850	169.560	0.000	235.410	0.000	1.222	0.000	0.000	1.222	0.5%	234.188	99.48%
CAI Pacific Ocean Perch 542	mt	37.450	95.724	0.000	133.174	0.000	13.690	0.000	0.000	13.690	10.3%	119.484	89.72%
EAI Pacific Ocean Perch 541	mt	39.450	95.607	0.000	135.057	122.326	15.581	0.000	0.000	137.907	102.1%	-2.850	-2.11%
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000	0.007	0.000	0.000	0.000	0.007	N/A	N/A	N/A
AI Northern Rockfish	mt	66.150	75.000	0.000	141.150	12.566	34.136	0.000	0.000	46.702	33.1%	94.448	66.91%
BS Shortraker/Rougheye	mt	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	N/A	N/A	N/A
AI Shortraker/Rougheye	mt	10.540	12.000	0.000	22.540	0.377	0.434	0.000	0.000	0.811	3.6%	21.729	96.40%
BS Other Rockfish	mt	13.680	12.000	0.000	25.680	0.027	0.003	0.000	0.000	0.030	0.1%	25.650	99.88%
AI Other Rockfish	mt	8.640	5.000	0.000	13.640	2.260	1.725	0.000	0.000	3.985	29.2%	9.655	70.78%
Other Species	mt	432.505	85.457	0.000	517.962	125.019	151.422	0.000	0.000	276.441	53.4%	241.521	46.63%
PSQ Reserve Category													
Zone 1 Red King Crab	ea	1,528.000	1,565.000	0.000	3,093.000	0.000	0.000	0.000	0.000	0.000	0.00%	3,093.000	100.00%
Zone 1 Bairdi Tanner Crab	ea	17.640	15,435.000	0.000	15,452.640	0.000	77.441	0.000	0.000	77.441	0.50%	15,375.199	99.50%
Zone 2 Bairdi Tanner Crab	ea	51,233.000	47,890.000	0.000	99,123.000	0.000	0.000	0.000	0.000	0.000	0.00%	99,123.000	100.00%
Opilio Tanner Crab	ea	78,300.000	70,145.000	65.000	148,380.000	0.000	0.000	0.000	0.000	0.000	0.00%	148,380.000	100.00%
Pacific Halibut (mortality)	mt	75.460	54.300	2.500	127.260	3.295	24.293	0.000	0.000	27.588	21.68%	99.672	78.32%
Chinook Salmon	ea	520.000	0.000	122.000	398.000	169.705	0.000	0.000	0.000	169.705	42.64%	228.295	57.36%
Non-Chinook Salmon	ea	662.000	0.000	55.000	607.000	0.000	0.000	0.000	0.000	0.000	0.00%	607.000	100.00%
Non-Specific Reserve	mt	106.025			106.025								

Flatfish Pool Fishery Harvest by Group, Second Quarter as of June 30, 2003

	Units	Initial ation	Transferred In			Transferr Out	Total After Transferr	Portion of CDQ Group's Tranferred Quota				
			CBSFA	CVRF	YDFDA			BBEDC	CBSFA	CVRF	YDFDA	Total
BS Pollock	mt	31,326.960				11,000.000	20,326.960					
Pacific Cod	mt	3,268.230	42.000	115.000	118.279	43.000	3,500.509	51.438	18.003	49.295	50.700	169.436
BS FG Sablefish	mt	58.000				0.000	58.000					
AI FG Sablefish	mt	88.350				0.000	88.350					
BS Sablefish	mt	23.980	3.924	5.668	9.500	0.000	43.072					
AI Sablefish	mt	11.600	2.320	3.750	6.000	0.000	23.670	0.070	0.027	0.044	0.070	0.211
WAI Atka Mackerel 543	mt	224.850	110.326	220.000	260.000	0.000	815.176	1.674	0.840	1.674	1.978	6.166
CAI Atka Mackerel 542	mt	330.300	162.067	325.000	387.000	0.000	1,204.367	91.574	45.665	91.574	109.044	337.858
EAI/BS Atka Mackerel 541	mt	119.850	56.889	110.000	137.000	0.100	423.639	100.177	51.342	99.274	123.642	374.435
Yellowfin Sole	mt	1,507.440	412.000	270.000	1,400.000	20.000	3,569.440					
Rock Sole	mt	759.000	211.200	255.000	608.000	31.000	1,802.200	35.980	12.457	15.041	35.862	99.339
BS Greenland Turbot	mt	40.200	6.432	17.000	20.100	0.000	83.732					
AI Greenland Turbot	mt	18.810	3.465	8.000	9.400	0.000	39.675	0.063	0.024	0.056	0.065	0.208
Arrowtooth Flounder	mt	163.300	27.540	19.500	67.320	0.000	277.660	6.866	2.701	1.913	6.603	18.084
Flathead Sole	mt	315.000	94.500	102.000	210.000	30.000	691.500	0.291	0.153	0.165	0.339	0.948
Other Flatfish	mt	54.000	8.100	1.250	36.000	4.000	95.350	3.822	1.238	0.191	5.504	10.756
Alaska Plaice	mt	157.500	24.375	140.000	68.000	5.000	384.875	3.591	0.875	5.028	2.442	11.936
BS Pacific Ocean Perch	mt	22.260	3.943	13.800	10.500	0.000	50.503					
WAI Pacific Ocean Perch 543	mt	65.850	32.310	63.250	74.000	0.000	235.410	0.324	0.170	0.336	0.393	1.222
CAI Pacific Ocean Perch 542	mt	37.450	18.474	35.250	42.000	0.000	133.174	3.588	1.950	3.720	4.432	13.690
EAI Pacific Ocean Perch 541	mt	39.450	19.357	32.250	44.000	0.000	135.057	36.956	20.439	34.053	46.459	137.907
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000	0.000	0.000					
AI Northern Rockfish	mt	66.150	0.000	40.000	35.000	0.000	141.150	14.860	0.000	16.983	14.860	46.702
BS Shortraker/Rougheye Rockfish	mt	0.000	0.000	0.000	0.000	0.000	0.000					
AI Shortraker/Rougheye Rockfish	mt	10.540	0.000	5.000	7.000	0.000	22.540	0.239	0.000	0.239	0.334	0.811
BS Other Rockfish	mt	13.680	0.000	6.000	6.000	0.000	25.680					
AI Other Rockfish	mt	8.640	0.000	0.500	4.500	0.000	13.640	1.771	0.000	0.221	1.993	3.985
Other Species	mt	432.505	9.266	10.000	66.191	0.000	517.962	12.219	1.887	2.036	13.480	29.622
PSQ Reserve Category												
Zone 1 Red King Crab	ea	1,528.000	291.000	437.000	837.000	0.000	3,093.000					
Zone 1 Bairdi Tanner Crab	ea	17.640	2,940.000	2,940.000	9,555.000	0.000	15,452.640	28.160	9.387	9.387	30.507	77.441
Zone 2 Bairdi Tanner Crab	ea	51,233.000	8,910.000	12,250.000	26,730.000	0.000	99,123.000					
Opilio Tanner Crab	ea	78,300.000	13,050.000	16,313.000	40,782.000	65.000	148,380.000					
Pacific Halibut (mortality)	mt	75.460	10.800	6.000	37.500	2.500	127.260	10.129	3.039	1.688	10.551	25.408
Chinook Salmon	ea	520.000				122.000	398.000					
Non-Chinook Salmon	ea	662.000				55.000	607.000					

Pacific Cod Harvesting Activity:

1) Summary of harvesting activities by target fishery:

The Bristol Leader and Alaska Leader collectively harvested roughly 600 MT of cod during the second quarter. The Bristol Leader and Alaska Leader are planning to harvest the B season allocation of cod before the beginning of the B season depending on Other Species bycatch.

2) Summary of bycatch:

Other Species was the predominant bycatch encountered during the second quarter. Bycatch was very minimal for rockfish, rock sole, turbot and Arrowtooth.

Atka mackerel/POP Harvesting Activity:

1) Summary of harvesting activities by target fishery:

The SeaFreeze Alaska harvested 344.435 MT of Atka Mackerel for BBEDC, CBSFA, CVRF, and YDFDA collectively in Areas 54e and 543. In addition roughly 30 MT of POP was targeted this quarter. The “Flatfish Pool” table above shows what each individual CDQ group contributed to the pool and what portion of the total harvest is attributed to each CDQ group.

2) Summary of bycatch:

Bycatch appears to be within normal parameters for the Atka mackerel fishery. There was however a higher than average bycatch of Pacific Cod.

Yellowfin Sole CDQ Harvesting Activity:

1) Summary of harvesting activities by target fishery:

The Ocean Peace and SeaFreeze Alaska collectively harvested 1,254.844 MT of Yellowfin sole for BBEDC, CBSFA, CVRF, and YDFDA. . The “Flatfish Pool” table above shows what each individual CDQ group contributed to the pool and what portion of the total harvest is attributed to each CDQ group.

2) Summary of bycatch:

Bycatch in this fishery appears to be below average. The main bycatch was Rock sole and Pollock.

Halibut CDQ Harvesting Activity

1. Summary of harvesting activities by target fishery:

Local fishers harvested about 156,584 pounds of halibut, of which 39,584 pounds of Area 4D quota was harvested in Area 4E. Fishing slowed down during the Bristol Bay salmon run and it's unclear at this point how many fishers will go back to Halibut when they end their salmon season 156,584 pounds of halibut, of

2. Summary of bycatch:

There was no bycatch reported in the Halibut CDQ fishery.

B. Processing Report

Pacific Cod Processing Activities

The Pacific Cod processed on the Bristol Leader and Alaskan Leader was made into both collarbone on and collarbone off product forms.

Atka mackerel Processing Activities

The Atka Mackerel and POP harvested were processed into an H&G product form. The bycatch of rockfish and cod were processed in a similar fashion.

Yellowfin Sole Processing Activities

The Yellowfin harvested was processed into an H&G product form.

Halibut Processing Activities

Catcher vessels or catcher sellers caught all of the halibut this quarter. None of the halibut CDQ caught was processed on board the vessels.

C. Compliance/Enforcement Issues

There appears to be an overage of 2.810 MT of Area 543 Pacific Ocean Perch. It was verbally reported to the State of Alaska and the National Marine Fisheries Service. BBEDC is in the process of formally reporting this overage in writing and will keep the State informed on this issue as it develops.

D. Other Fishing Issues/Activities

No Other Fishing Issues/Activities to report.